

FISCAL MEMORANDUM
HB 2320 – SB 2239

April 4, 2007

SUMMARY OF AMENDMENT (005411): Deletes the language of the original bill and instead exempts from the health maintenance organization (HMO) tax any prepaid limited health service organizations (PLHSOs) that subcontract with TennCare HMOs.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenues – Less than \$100,000
Increase State Expenditures – Not Significant

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

MINIMAL

Assumption applied to amendment:

- According to information provided by the Department of Commerce and Insurance, there are currently no PLHSOs that subcontract with TennCare HMOs. Therefore, there would be no loss of revenue.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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